Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky Public Service Commission

211 Sower Bivd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

November 26, 2008

David L. Armstrong Chairman

> James Gardner Vice-Chairman

John W. Clay Commissioner

Attorney at Law Collins & Allen Attorneys at Law 730 Old Burning Ford Road P.O. Box 475 Salyersville, KY 41465

Honorable Gregory D. Allen

RE: Case No. 2008-00419

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

Stephanie Stumbo Executive Director

SS/rs Enclosure



Steven L. Beshear Governor

Kerry K. Howard Licking Valley R.E.C.C.

West Liberty, KY 41472

P. O. Box 605 271 Main Street

Leonard K. Peters Secretary Energy and Environment Cabinet



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COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF LICKING VALLEY RURAL)	
ELECTRIC COOPERATIVE CORPORATION TO)	
PASS-THROUGH AN INCREASE OF ITS)	CASE NO.
WHOLESALE POWER SUPPLIER PURSUANT)	2008-00419
TO KRS 278 455(2))	

ORDER

On October 31, 2008, Licking Valley Rural Electric Cooperative Corporation ("Licking Valley RECC") submitted an application to pass-through any wholesale rate adjustment granted to its wholesale supplier, East Kentucky Power Cooperative, Inc. ("EKPC"), in Case No. 2008-00409. Licking Valley RECC submitted its application pursuant to the authority of KRS 278.455(2) and proposed that its new rates become effective December 1, 2008.

KRS 278.455(2) provides that the rates of a distribution cooperative shall become effective on the same date as those of its wholesale supplier. On November 26, 2008, the Commission suspended EKPC's proposed rates up to and including May 31, 2009. Consequently, Licking Valley RECC's proposed rates may not become effective until the Commission renders a decision on EKPC's proposed rates or until EKPC's proposed rates become effective as a matter of law.

IT IS THEREFORE ORDERED that Licking Valley RECC's proposed rates shall be suspended up to and including May 31, 2009.

¹ Case No. 2008-00409, General Adjustment of Electric Rates of East Kentucky Power Cooperative, Inc.

Done at Frankfort, Kentucky, this 26th day of November, 2008.

By the Commission

Executive Director